



NEWS RELEASE

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Agreement Signed For Power From Proposed New Plant Market Opening Brings New Power Generation

Calgary, Alberta; Toronto, Ontario: Brighton Beach Power L.P., a partnership formed by ATCO Power Ltd. and Ontario Power Generation (OPG), has signed an energy conversion agreement with Coral Energy Canada Inc. for the proposed Brighton Beach Power Station in Windsor, Ontario. Coral will deliver natural gas to the plant and will own, market and trade all the electricity produced.

Brighton Beach Power L.P. will construct a 580 megawatt (MW) combined cycle natural gas fired power plant in west Windsor. Coral expects to sell power from the plant into the Ontario electricity market, which is scheduled to open May 1, 2002.

The project will be built on the site of the former J.C. Keith Generating Station, providing ready access to existing electricity transmission lines. It will create approximately 500 direct jobs at the peak of construction and 25 to 30 full-time operating positions.

“The Brighton Beach Power Station is Coral’s first long-term commitment to generation capacity in Ontario. We have been active in the Ontario natural gas market for several years, and now with power from the Brighton Beach plant we are preparing to compete in the new electricity market. Coral views the Ontario electricity market as a very attractive opportunity,” said Debbie Wernet, President of Coral Energy.

“This project is a significant, cost-effective new supply of electricity generation for Ontario. The Ontario government’s commitment to open the electricity market on May 1 has created the opportunity for proven new participants such as ATCO Power and Coral to enter the Ontario electricity market,” said Gary Bauer, President of ATCO Power.

“Ontario Power Generation is very pleased to be investing in this project with ATCO. This agreement is a significant step toward the success of a project that will help increase competition and customer choice in the Ontario electricity marketplace. It will also greatly benefit the community of Windsor by providing jobs and enhancing electricity supply reliability in the area,” said Graham Brown, Chief Operating Officer of OPG.

The proposed Brighton Beach plant will consist of two state-of-the-art gas turbines coupled with electricity generators, a heat recovery system and a single steam turbine coupled with a third electricity generator. The waste heat from the gas turbines is

captured in the heat recovery system and used to produce steam which runs a steam turbine connected to a generator. This high efficiency configuration, referred to as “combined-cycle” meets or better all provincial environmental regulations.

The project is currently in the process of obtaining environmental approvals under the Ministry of Environment’s Environmental Assessment Process for electricity projects. Construction of the project is slated to begin early in 2002 and the plant is scheduled to be in-service in the spring of 2004.

Coral Energy Canada Inc. is a full service energy marketing and trading company with offices in Waterloo, Ontario, Calgary, Alberta and Halifax, Nova Scotia. Coral’s Waterloo office is currently being expanded and enhanced to operate in the new electricity market. Coral Energy Canada Inc. is part of the Shell Trading global network, which is an affiliate of the Royal Dutch/Shell Group of Companies.

ATCO Power is a world leader in the development of environmentally progressive generation facilities. It has built, owns and operates power plants in Canada, the United Kingdom and Australia. ATCO Power operates 12 natural gas turbine plants worldwide and three coal-fired generating stations in Alberta with a total capacity of over 3600 megawatts. It currently has another four projects, totaling in excess of 600 megawatts, under construction. ATCO Power is a member of the ATCO Group, an Alberta based corporation with a worldwide organization of companies engaged in Utilities, Power Generation, Technologies, Industrials and Logistics & Energy Services.

Ontario Power Generation is a major electricity generating company, based in Ontario. As a commercial business, its core function is the generation and sale of electricity to customers in Ontario and to interconnected markets. Its focus is on producing reliable electricity from competitive generation assets, power trading and commercial energy sales activities.

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